

ALABAMA DEPARTMENT OF REVENUE  
Corporation Income Tax ReturnCY ☐  
FY ☐  
SY ☐ 1999

For the year January 1 – December 31, 1999, or other tax year beginning \_\_\_\_\_, 1999, ending \_\_\_\_\_

## Check applicable box:

- ☐ Initial return
- ☐ Final return
- ☐ Amended return
- ☐ Address change

FEDERAL BUSINESS CODE NUMBER		FEDERAL EMPLOYER IDENTIFICATION NUMBER	
NAME			
ADDRESS			
CITY, STATE, COUNTRY (IF NOT U.S.)		9-DIGIT ZIP CODE	
STATE OF INCORPORATION	DATE OF INCORPORATION	DATE QUALIFIED IN ALABAMA	NATURE OF BUSINESS IN ALABAMA
Does this company file as part of a consolidated Federal return? <input type="checkbox"/> Yes <input type="checkbox"/> No If yes, enter name and FEIN of common parent corporation.			
Name		FEIN	
Will this corporation file as an S Corporation with the IRS next year? <input type="checkbox"/> Yes <input type="checkbox"/> No		Was federal form 1120-REIT filed? <input type="checkbox"/> Yes <input type="checkbox"/> No	

## Filing Status: (see instructions)

- ☐ 1. Corporation operating only in Alabama.
- ☐ 2. Multistate Corporation – Apportionment (Sch. D-1).
- ☐ 3. Multistate Corporation – Percentage of Sales (Sch. D-2).
- ☐ 4. Multistate Corporation – Separate Accounting (Prior written approval required).

Is this an Alabama Consolidated return?

- ☐ Yes ☐ No  
(Caution: see instructions)

1	FEDERAL TAXABLE INCOME before net operating loss and special deductions.....	1		
2	Reconciliation adjustments to Alabama basis (from line 37, Schedule A).....	2		
3	Total net income adjusted to Alabama basis (add lines 1 and 2) If you operated only in Alabama, omit lines 4 through 10c, and enter this amount on line 11 .....	3		
4	Net nonbusiness (income)/loss (from Column E, Schedule C) .....	4		
5	Special deductions (from line 10c below).....	5		
6	Apportionable income (add lines 3, 4, and 5).....	6		
7	Alabama apportionment factor (from line 26, Schedule D-1) .....	7		%
8	Income apportioned to Alabama (multiply line 6 by line 7) .....	8		
9	Net nonbusiness income/(loss) (from Column F, Schedule C) .....	9		
10	Special deductions:	CN		
a	Pollution control deduction (from line 4, Schedule B) .....	10a		
b	Expense of removing barriers to the handicapped from property in Ala. ....	10b		
c	Total special deductions (add lines 10a and 10b).....	10c		
11	Alabama income before federal income tax deduction (line 8 plus line 9 less line 10c).....	11		
12	Federal income tax deduction /(refund) (from line 7, Schedule E) .....	12		
13	Alabama income before net operating loss (NOL) carryforward (line 11 less line 12) .....	13		
14	Alabama NOL deduction (Do not exceed line 13 – attach schedule) .....	14		
15	Alabama taxable income (line 13 less line 14).....	15		
16	ALABAMA INCOME TAX			
a	Income Tax (5% of line 15 or Schedule D-2, line 4).....	16a		
b	Consolidated Filing Fee (Schedule G).....	16b		
c	Total Tax (add lines 16a and 16b) .....	16c		
17	Tax Payments, Credits, Exemptions, and Deferral:			
a	1999 estimated tax payments and amounts applied from 1998 return .....	17a		
b	Payments made with extension .....	17b		
c	Payments prior to adjustment (see instructions) .....	17c		
d	Credits/Exemptions (from line 7, Schedule F) .....	17d		
e	LIFO Reserve Tax Deferral (see instructions) .....	17e		
f	Total Payments, Credits, and Deferral (add lines 17a, 17b, 17c, 17d, and 17e).....	17f		
18	NET TAX DUE (subtract line 17f from line 16c).....	18		
19	OVERPAYMENT (subtract line 16c from line 17f) .....	19		
a	Amount to be credited to 2000 estimated tax .....	19a		
b	Contribution to Penny Trust Fund .....	19b		
c	Amount to be refunded .....	19c		
20	Penalty for late filing and/or late payment (see instructions) .....	20		
21	Interest due (Internal Revenue Code rate from unextended due date) .....	21		
22	TOTAL AMOUNT DUE (add lines 18, 20, and 21).....	22		
23	AMOUNT REMITTED WITH THIS RETURN .....	23		
a	If payment made through Electronic Funds Transfer (EFT), check this box .....			

UNLESS A COPY OF THE  
FEDERAL RETURN IS  
ATTACHED, THIS  
RETURN IS INCOMPLETEPlease  
Sign Here

UNDER PENALTIES OF PERJURY, I declare that I have examined this return and accompanying schedules and statements and, to the best of my knowledge and belief, they are true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Your Signature	Title	Date	
Preparer's signature	Date	Check if self-employed <input type="checkbox"/>	Preparer's social security no.
Firm's name (or yours, if self-employed) and address	E.I. No.	ZIP Code	

Paid  
Preparer's  
Use Only

**Schedule A****Reconciliation Adjustments of Federal Net Income to Alabama Net Income**

The taxpayer should use this schedule to compute its entire net income ("everywhere" net income) applying Alabama tax laws and regulations. A list of items frequently encountered in reconciling federal net income before net operating loss and special deductions to total income from all locations on an Alabama basis before federal income tax and net operating loss carryforward is provided below. Blank lines are provided for additional items.

**Multistate corporations should make adjustments to income for nonapportionable items in Schedule C.**

**ADDITIONS**

1	State and local income taxes .....	1		
2	Foreign taxes deducted on the federal return .....	2		
3	Total amounts of depletion deducted on the federal return (cost or percentage) .....	3		
4	Federally tax exempt state, county, and municipal bond interest earned everywhere .....	4		
5	The balance of capital losses carried over <b>TO</b> this year on the federal return .....	5		
6	Charitable contributions deducted on the federal return in excess of the amount allowable for Alabama .....	6		
7	Federal depreciation taken in excess of Alabama depreciation .....	7		
8	Increase to Alabama net income resulting from IRS audit adjustments .....	8		
9	Federal depreciation on pollution control items included on Schedule B .....	9		
10	Handicapped barrier depreciation on property located in Alabama deducted on the federal return .....	10		
11	Expense attributed to exempt interest income on line 20 below .....	11		
12	LIFO reserve recapture ( <i>see instructions</i> ) .....	12		
13	Net income from foreclosure property (real estate investment trust) .....	13		
14	.....	14		
15	.....	15		
16	<b>Total additions</b> (add lines 1 through 15) .....	16		

**DEDUCTIONS**

17	Refunds of state and local income taxes (due to overpayment or overaccrual on the federal return) .....	17		
18	Cost depletion on <b>NON</b> oil and gas property per Alabama § 40-18-15(a)(9) and applicable regulations .....	18		
19	27-1/2% or cost depletion on oil and gas property per Alabama § 40-18-16 and applicable regulations .....	19		
20	State, county, and municipal bond interest income earned in Alabama .....	20		
21	Interest income earned on U.S. government obligations .....	21		
22	Dividends which qualify under Alabama Code § 40-18-35(a) 14 or § 40-18-35(a) 15 ( <i>see instructions</i> ) .....	22		
23	The balance of capital losses carried over <b>FROM</b> this year on the federal return .....	23		
24	Alabama depreciation taken in excess of federal depreciation .....	24		
25	Wages not deducted on the federal return due to employment credits .....	25		
26	Decrease to Alabama net income resulting from IRS audit adjustments .....	26		
27	Pollution control expenditures made within Alabama ( <i>line 4, Schedule B</i> ) .....	27		
28	Expense attributed to interest income on line 4 above .....	28		
29	Expense of removing barriers to the handicapped from property in Alabama .....	29		
30	Charitable contributions deduction allowable for Alabama in excess of amount deducted on federal return .....	30		
31	Contributions to Alabama Industrial Development Authority .....	31		
32	Deduction for dividends paid by a real estate investment trust .....	32		
33	.....	33		
34	.....	34		
35	.....	35		
36	<b>Total deductions</b> (add lines 17 through 35) .....	36		
37	<b>TOTAL RECONCILIATION ADJUSTMENTS</b> (subtract line 36 from line 16 above) Enter here and on line 2, page 1 ( <i>enclose a negative amount in parentheses</i> ) .....	37		

**Schedule B****Pollution Control Election**

**NOTE:** This election may **NOT** be made or changed **AFTER** the due date of this (original) return

Pursuant to Alabama §40-18-35, **Code of Alabama 1975**, taxpayer hereby elects to expense or amortize the amounts invested during the taxable year in all devices, facilities, or structures and all identifiable components thereof or materials for use therein, used or placed in operation within the State of Alabama, acquired or constructed primarily for the control, reduction or elimination of air or water pollution as set out below.

1	Total amount of pollution control expenditures made in Alabama during the tax year ( <i>attach itemized supporting schedule</i> ) .....	1		
	This above amount is to be: <input type="checkbox"/> Expensed <input type="checkbox"/> Amortized over _____ years			
2	Amount from line 1 expensed or amortized this year .....	2		
3	Amount amortized this year for prior period expenditures ( <i>attach itemized supporting schedule</i> ) .....	3		
4	<b>TOTAL POLLUTION CONTROL</b> deduction on Alabama facilities ( <i>add lines 2 and 3</i> ). Enter amount here and on line 27, Schedule A. Also, Multistate Corporations apportioning income enter this amount on line 10a, page 1 .....	4		

**Schedule C****Allocation of Nonbusiness Income, Loss, and Expense – Use only if you checked Filing Status 2, page 1**

Identify by account name and amount, all items of nonbusiness income, loss and expense removed from apportionable income and those items which are directly allocable to Alabama. **Adjustment(s) must also be made for any proration of expenses under Alabama Income Tax Rule 810-27-1-4-.01(d)**, which states, "Any allowable deduction that is applicable to both business and nonbusiness income of the taxpayer shall be prorated to each class of income in determining income subject to tax as provided..." (See instructions.)

DIRECTLY ALLOCABLE ITEMS OF NONBUSINESS INCOME OR LOSS	ALLOCABLE GROSS INCOME / LOSS		RELATED EXPENSE		NET OF RELATED EXPENSE	
	Column A Everywhere	Column B Alabama	Column C Everywhere	Column D Alabama	Column E Everywhere	Column F Alabama
1a						
b						
c						
d						
e						
<b>2 NET NONBUSINESS INCOME / LOSS</b> Enter Column E total ((income)/loss) on line 4 of page 1. Enter Column F total ((income)/(loss)) on line 9 of page 1 .....					Column E	Column F

**Schedule D-1****Apportionment Factor – Use only if you checked Filing Status 2, page 1**

TANGIBLE PROPERTY AT COST FOR PRODUCTION OF BUSINESS INCOME	ALABAMA		EVERYWHERE	
	BEGINNING OF YEAR	END OF YEAR	BEGINNING OF YEAR	END OF YEAR
1 Inventories				
2 Land				
3 Furniture and fixtures				
4 Machinery and equipment				
5 Buildings and leasehold improvements				
6 IDB/IRB property (at cost)				
7 Government property (at FMV)				
8				
9 Less Construction in progress (if included)				
10 Totals				
11 Average owned property (BOY + EOY ÷ 2)				
12 Annual rental expense		x8 =		x8 =
13 Total average property.....		<b>13a</b>		<b>13b</b>
14 Alabama property factor — 13a ÷ 13b = line 14 .....				<b>14</b> ▶ %
<b>SALARIES, WAGES, COMMISSIONS AND OTHER COMPENSATION RELATED TO THE PRODUCTION OF BUSINESS INCOME</b>		<b>15a ALABAMA</b>	<b>15b EVERYWHERE</b>	<b>15c</b>
15 Alabama payroll factor — 15a ÷ 15b = 15c .....				▶ %
<b>SALES</b>		<b>ALABAMA</b>	<b>EVERYWHERE</b>	
16 Destination sales (see instructions).....				
17 Origin sales (see instructions).....				
18 Total gross receipts from sales .....				
19 Dividends.....				
20 Interest .....				
21 Rents.....				
22 Royalties .....				
23 Gross proceeds from capital and ordinary gains .....				
24 Other _____ (Federal 1120, line _____)				
25 Alabama sales factor — 25a ÷ 25b = line 25c .....		<b>25a</b>	<b>25b</b>	<b>25c</b> ▶ %
26 Sum of lines 14, 15c, and 25c ÷ 3 = ALABAMA APPORTIONMENT FACTOR (Enter here and on line 7, page 1) .....				<b>26</b> ▶ %

**Schedule D-2****Percentage of Sales – Use only if you checked Filing Status 3, page 1 – See instructions**

**DO NOT USE THIS SCHEDULE IF ALABAMA SALES EXCEED \$100,000.**

	ALABAMA	EVERYWHERE
1 Destination Sales .....		
2 Origin Sales .....		
3 Total gross receipts from sales .....		
4 Tax due (multiply line 3, Alabama by .0025) (enter here and on page 1, line 16) .....		

**Schedule E****Federal Income Tax**

- (a) If this corporation is an accrual-basis taxpayer and files a separate (nonconsolidated) federal income tax return with the IRS, enter on line 1 below the amount of federal income tax liability shown on Form 1120. Cash-basis taxpayers filing separate (nonconsolidated) federal returns should enter on line 1 below the amount of federal income tax actually paid during the year.
- (b) If this corporation is a member of an affiliated group which files a consolidated federal return, indicate the number of the election made

under IRC §1552. ☐ 1552(a)(1) ☐ 1552(a)(2) ☐ 1552(a)(3)  
☐ No Election Made ☐ Other \_\_\_\_\_

**Attach a copy of the common parent corporation's current 1552 election letter.**

Enter on line 1 the amount of the consolidated tax liability allocated to this corporation under the method indicated above. Ignore any supplemental elections under IRC §1502. **Attach a schedule of your computations.**

1	Federal income tax deduction to be apportioned .....	1	
Corporations not apportioning income should omit lines 2 through 4, and enter this amount on line 5.			
2	Alabama income (from line 11, page 1) .....	2	
3	Adjusted total income (from line 3, page 1) .....	3	
4	Federal income tax apportionment factor (line 2 divided by line 3) .....	4	%
5	Federal income tax deduction apportioned to Alabama (multiply line 1 by line 4) .....	5	
6	Refund of federal income tax deducted in prior year(s) (see instructions) .....	6	
7	<b>NET FEDERAL INCOME TAX DEDUCTION / (REFUND)</b> (subtract line 6 from line 5). Enter here and on line 12, page 1 .....	7	

**Schedule F****Credits/Exemptions Caution - See Instructions**

1	Alabama Enterprise Zone Credit/Exemptions .....	1	
2	Employer Education Credit .....	2	
3	Income Tax Credit .....	3	
4	Tax Increment Fund Payment Credit .....	4	
5	Coal Tax Credit .....	5	
6	Capital Tax Credit (Project Number(s) _____, _____) .....	6	
7	<b>TOTAL</b> (add lines 1 through 6). Enter here and on line 17d, page 1 .....	7	

**Schedule G****Consolidated Filing Fee****Other Information**

Complete this schedule if the corporation has elected to file a consolidated return for Alabama. The election is made by filing Form 20C-CRE on or before the due date of the return, including extensions, for the first taxable year for which the election is made.

For tax periods beginning after December 31, 1998, an Alabama affiliated group may elect to file an Alabama consolidated return. Refer to §40-18-39(c)(1), **Code of Alabama 1975**. (See instructions.)

Mark the appropriate box below:

**Total Assets of**

<b>Affiliated Group</b>	<b>Annual Fee</b>	
\$0 to \$2,500,000	\$2,500	<input type="checkbox"/>
\$2,500,001 to \$5,000,000	\$5,000	<input type="checkbox"/>
\$5,000,001 to \$7,500,000	\$7,500	<input type="checkbox"/>
\$7,500,001 to \$10,000,000	\$10,000	<input type="checkbox"/>
\$10,000,001 and over	\$12,500	<input type="checkbox"/>

**Consolidated Filing Fee.** (Enter here and on Line 16b, page 1) \_\_\_\_\_

(Note: Total assets are those assets indicated on page one of the Federal Form 1120.)

- Briefly describe your Alabama operations. \_\_\_\_\_
- List locations of property within Alabama (*cities and counties*).  
\_\_\_\_\_
- List other states in which corporation operates, if applicable. \_\_\_\_\_
- Indicate your tax accounting method:  
☐ Accrual ☐ Cash ☐ Other \_\_\_\_\_
- If this corporation is a member of an affiliated group which files a consolidated federal return, the following information **must be provided**:
  - Copy of Federal Form 851, Affiliations Schedule. Identify by asterisk or underline the names of those corporations subject to tax in Alabama.
  - Copy of the spreadsheet of the income statements for EVERY corporation in the consolidated group.
  - Copy of consolidated Federal Form 1120, pages 1-4, as filed with the IRS.
- Enter this corporation's federal net income (shown on line 28 of Federal Form 1120) for the last three (3) years, as last determined (e.g.: per amended federal return or IRS audit).  
 1998 \_\_\_\_\_ 1997 \_\_\_\_\_ 1996 \_\_\_\_\_
- (a) Are you currently being audited by the IRS? ☐ Yes ☐ No
- Location of the corporate records:  
 Street address: \_\_\_\_\_  
 City: \_\_\_\_\_ State: \_\_\_\_\_ ZIP: \_\_\_\_\_
- Person to contact for information concerning this return:  
 Name: \_\_\_\_\_  
 Telephone: ( \_\_\_\_\_ ) \_\_\_\_\_

Mail to: Alabama Department of Revenue  
 Individual and Corporate Tax Division  
 Corporate Tax Section  
 PO Box 327430  
 Montgomery, AL 36132-7430